STATEMENT OF NET ASSETS COMPONENT UNITS

SEPTEMBER 30, 2007 (In Thousands)

MICHIGAN STATE MICHIGAN MICHIGAN MUNICIPAL MICHIGAN MUNICIPAL					AUTHO	RITIE	ES		
Cuern Assets:	ASSETS		DUCATION	STATE HOUSING DEVELOPMENT		MUNICIPAL BOND		NON-MAJOR	
Cash									
Equity in common cash (Note 5)		Ф	00 202	æ	120 012	æ	110	Œ	120.950
Amounts due from primary government 1,754 - 2,100 4,781 Amounts due from local units - - 20,545 6688 Inventories - 41,061 890,895 300,480 Other current assets 26,721 55,843 47,366 300,480 Other current assets 126,858 235,708 1,923,068 831,809 Restricted Assets: - - 55,843 47,366 300,480 Cash and cach equivalents - - - 4,61 48,18 Investments - - - - 2,481 Mortgages and loans receivable - - - - - Mortgages and loans receivable - 2,082,331 -		Φ	90,302	Φ	130,013	Φ	_	Φ	
Amounts due from federal government - - 909,580 19,610 Inventories - - 41,051 886,085 304,637 Cher current assets 26,721 55,843 47,366 300,480 Total Current Assets 126,858 235,708 1,923,068 831,009 Restricted Assets: - - - 6,885 Investments - - - 2,461 Mortgages and loans receivable - - - - - Amounts due from local units -			1 751		-				
Amounts due from local units			1,754		-		2,100		•
Investments (Note 8)			=		-		000 500		
Description (Note 8) 26.721 55.843 47.366 300,480 30.			-		-		909,300		
Definition Properties Pro			_		41 051		906 085		
Restricted Assets: Cash and cash equivalents			26 721						
Restricted Assets: Cash and cash equivalents 6.685 Cash and cash equivalents (not garden) - </td <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>									
Cash and cash equivalents Investments 6,685 Investments 2,461 Mortgages and loans receivable 3,062,873 Amounts due from local units 2,082,331 1,910,229 Investments (Note 8) 865,688 512,575 957,400 36,162 Capital Assets: 365,688 512,575 957,400 36,162 Capital Assets: 365,688 512,575 957,400 36,162 Capital Assets: 365,688 512,575 957,400 36,162 Buildings, equipment, and other depreciable assets 56,108 36,089 16,1089 Less accumulated depreciation 9,102 10,2722 102,722 Construction in progress 9,102 1,002 1,002 Total capital assets 55,196 48,981 187,109 17,597 Total Assets 55,196 48,981 187,109 17,597 Total Assets 55,196 48,981 48,100 43,945 Accounts payable and other liabilities 5 31,818 4,430 43,945	Total Current Assets		126,858		235,708	_	1,923,068	_	831,809
Investments	Restricted Assets:								
Investments	Cash and cash equivalents		-		-		-		6,685
Amounts due from local units . 2,082,331 3,062,873 1,910,229 Investments (Note 8) 865,688 512,575 957,400 36,162 Capital Assets: . <	Investments		-		-		=		2,461
Mortgages and loans receivable 865,688 512,575 957,400 36,162 Capital Assets:			=		-		=		=
Newstments (Note 8)	Amounts due from local units		=		-		3,062,873		=
Capital Assets:	Mortgages and loans receivable		=		2,082,331		-		1,910,229
Land and other non-depreciable assets	Investments (Note 8)		865,688		512,575		957,400		36,162
Buildings, equipment, and other depreciable assets	Capital Assets:								
Less accumulated depreciation	Land and other non-depreciable assets		=		-		=		13,427
Infrastructure - - - 102,722 Construction in progress - - - 145,175 Other noncurrent assets 55,196 48,981 187,109 17,597 Total Assets 55,196 48,981 187,109 17,597 Current Liabilities Warrants outstanding \$ \$ \$ 208 Accounts payable and other liabilities 5 31,818 4,430 43,945 Amounts due to primary government 6 2 86 2,246 Amounts due to primary government 6 46,020 889,096 54,113 Amounts due to federal government 6 2 889,096 54,113 Interest payable (Note 13) 12 46,020 889,096 54,113 Interest payable (Note Marcanter evenue 114,007 7 9,09 9,149 Deferred revenue 114,007 89,908 975,842 117,490 Bonds and notes payable (Note 13) 922,761 398,200 38,307	Buildings, equipment, and other depreciable assets		-		-		-		61,089
Construction in progress - - - 145,175 Other noncurrent assets 55,196 48,981 187,109 17,597 Total Assets \$ 1,047,743 \$ 2,879,594 \$ 6,130,451 \$ 2,950,118 LIABILITIES Current Liabilities: Warrants outstanding \$ - \$ - \$ - \$ 208 Accounts payable and other liabilities 5 31,818 4,430 43,945 Amounts due to primary government - - 186 2,246 Amounts due to federal government - - - 397 Bonds and notes payable (Note 13) - 46,020 889,096 54,113 Interest payable - 12,070 73,909 9,149 Deferred revenue - 12,070 73,909 9,149 Current portion of other long-term obligations 114,007 89,908 975,842 117,490 Deferred revenue - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term	Less accumulated depreciation		-		-		-		(32,062)
Total capital assets Other noncurrent assets Total Assets 55,196 48,981 187,109 17,597 Total Assets 55,196 48,981 187,109 17,597 Total Assets \$ 1,047,743 \$ 2,879,594 \$ 6,130,451 \$ 2,950,118 LIABILITIES Current Liabilities: Warrants outstanding \$ - \$ - \$ 208 Accounts payable and other liabilities 5 31,818 4,430 43,945 Amounts due to fideral government - - 166 2,246 Amounts due to federal government - - - 397 Bonds and notes payable (Note 13) - 46,020 88,9096 54,113 Interest payable - 12,070 73,909 9,148 Deferred revenue - 12,070 73,909 17,749 Total Current Liabilities 114,007 89,908 975,842 117,490 Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent po	Infrastructure		-		-		-		102,722
Other noncurrent assets 55,196 48,981 187,109 17,597 Total Assets 55,196 48,981 187,109 17,597 LIABILITIES Current Liabilities: Warrants outstanding \$ \$ \$ 208 Accounts payable and other liabilities 5 31,818 4,430 43,945 Amounts due to primary government 5 31,818 4,430 43,945 Amounts due to federal government 6 46,020 889,096 54,113 Interest payable (Note 13) 6 46,020 889,096 54,113 Interest payable (Note 13) 6 46,020 889,096 54,113 Deferred revenue 6 114,007 73,909 9,149 Deferred revenue 114,007 89,908 975,842 117,490 Bonds and notes payable (Note 13) 922,761 398,200 38,307 63,269 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Net ASSETS 1	Construction in progress		-		-		-		-
Total Assets \$1,047,743 \$2,879,594 \$6,130,451 \$2,950,118	Total capital assets		-		-				145,175
Total Assets \$1,047,743 \$2,879,594 \$6,130,451 \$2,950,118	Other noncurrent assets		55,196		48,981		187,109		
Current Liabilities: \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _	Total Assets	\$		\$		\$	6,130,451	\$	
Current Liabilities: \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _ \$ _	LIADUITEO								
Warrants outstanding * - \$ - \$ 208 Accounts payable and other liabilities 5 31,818 4,430 43,945 Amounts due to primary government - - 186 2,246 Amounts due to federal government - - - 397 Bonds and notes payable (Note 13) - 46,020 889,096 54,113 Interest payable - 12,070 73,909 9,149 Deferred revenue - - 8,221 2,154 Current portion of other long-term obligations 114,007 - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - - - 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 <									
Accounts payable and other liabilities 5 31,818 4,430 43,945 Amounts due to primary government - - 186 2,246 Amounts due to federal government - - - 397 Bonds and notes payable (Note 13) - 46,020 889,096 54,113 Interest payable - 12,070 73,909 9,149 Deferred revenue - - 8,221 2,154 Current portion of other long-term obligations 114,007 - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - - - - 5,277 Total Current Liabilities 922,761 399,908 975,842 117,490 9,289,619 398,200 38,307 63,269 63,269 63,269 398,200 38,307 63,269 63,269 143,864 8 7,227,279 8,271,244 8,2470,378 8 1,2271,244 8,2470,378		•		•		•		•	000
Amounts due to primary government - - 186 2,246 Amounts due to federal government - - - 397 Bonds and notes payable (Note 13) - 46,020 889,096 54,113 Interest payable - 12,070 73,909 9,149 Deferred revenue - - 8,221 2,154 Current portion of other long-term obligations 114,007 - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - - Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ - \$ 143,864 Restricted For:		Ф	-	Ф	-	Ф	4 420	Ф	
Amounts due to federal government - - 397 Bonds and notes payable (Note 13) - 46,020 889,096 54,113 Interest payable - 12,070 73,909 9,149 Deferred revenue - - 8,221 2,154 Current portion of other long-term obligations 114,007 - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - - - - 5,277 - - 5,277 - <			5		31,010				•
Bonds and notes payable (Note 13) - 46,020 889,096 54,113 Interest payable - 12,070 73,909 9,149 Deferred revenue - - 8,221 2,154 Current portion of other long-term obligations 114,007 - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - - Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - \$ - \$ - \$ 143,864 Restricted For: Education - - - - - - - <td></td> <td></td> <td>-</td> <td></td> <td>-</td> <td></td> <td>100</td> <td></td> <td>,</td>			-		-		100		,
Interest payable - 12,070 73,909 9,149 Deferred revenue - - 8,221 2,154 Current portion of other long-term obligations 114,007 - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - \$ - \$ - \$ 143,864 Restricted For: Education - - - - - Construction and debt service - 266,612 - 17,728 Other purposes - -			-		46.000		-		
Deferred revenue - - 8,221 2,154 Current portion of other long-term obligations 114,007 - - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - \$ - \$ - \$ 143,864 Restricted For: Education - - - - 17,728 Other purposes - - - 1,846,996 24,233 Funds Held as Permanent Investments: Expendable - - - - -			-						
Current portion of other long-term obligations 114,007 - 5,277 Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - - Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - \$ - \$ - \$ 143,864 Restricted For: Education -			-		12,070				•
Total Current Liabilities 114,012 89,908 975,842 117,490 Deferred revenue - - - - Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - \$ - \$ - \$ 143,864 Restricted For: Education -			114 007		-		0,221		
Deferred revenue					-	_	-	_	
Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - - - - - Construction and debt service - 266,612 - 17,728 Other purposes - - 1,846,996 24,233 Funds Held as Permanent Investments: Expendable - - - - - Nonexpendable - - - - - - - Unrestricted 10,970 385,692 12,211 293,915	Total Current Liabilities		114,012		89,908		975,842		117,490
Bonds and notes payable (Note 13) - 1,739,182 3,257,095 2,289,619 Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - - - - - Construction and debt service - 266,612 - 17,728 Other purposes - - 1,846,996 24,233 Funds Held as Permanent Investments: Expendable - - - - - Nonexpendable - - - - - - - Unrestricted 10,970 385,692 12,211 293,915	Deferred revenue		-		-		-		-
Noncurrent portion of other long-term obligations 922,761 398,200 38,307 63,269 Total Liabilities \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For: Education - - - - - Construction and debt service - 266,612 - 17,728 Other purposes - - 1,846,996 24,233 Funds Held as Permanent Investments: Expendable - - - - Nonexpendable - - - - - - Unrestricted 10,970 385,692 12,211 293,915	Bonds and notes payable (Note 13)		-		1,739,182		3,257,095		2,289,619
NET ASSETS \$ 1,036,772 \$ 2,227,290 \$ 4,271,244 \$ 2,470,378 Invested in capital assets, net of related debt Restricted For: \$ - \$ - \$ - \$ 143,864 Restricted For: Education - - - - - Construction and debt service - 266,612 - 17,728 Other purposes - - 1,846,996 24,233 Funds Held as Permanent Investments: Expendable - - - - Nonexpendable - - - - - - Unrestricted 10,970 385,692 12,211 293,915	Noncurrent portion of other long-term obligations		922,761						63,269
NET ASSETS Invested in capital assets, net of related debt \$ - \$ - \$ - \$ 143,864 Restricted For:		\$		\$		\$		\$	
Invested in capital assets, net of related debt \$ - \$ - \$ 143,864 Restricted For: Education - <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>									
Restricted For: Education - <td></td> <td>Φ.</td> <td></td> <td>•</td> <td></td> <td>•</td> <td></td> <td>•</td> <td>440.004</td>		Φ.		•		•		•	440.004
Education -	•	\$	-	\$	-	\$	-	\$	143,864
Construction and debt service - 266,612 - 17,728 Other purposes - - - 1,846,996 24,233 Funds Held as Permanent Investments: Expendable - - - - - Nonexpendable - - - - - - - Unrestricted 10,970 385,692 12,211 293,915									
Other purposes - - 1,846,996 24,233 Funds Held as Permanent Investments: - <			-		-		=		-
Funds Held as Permanent Investments: -			-		266,612		.		•
Expendable - - - - - Nonexpendable - </td <td>·</td> <td></td> <td>-</td> <td></td> <td>-</td> <td></td> <td>1,846,996</td> <td></td> <td>24,233</td>	·		-		-		1,846,996		24,233
Nonexpendable - <									
Unrestricted 10,970 385,692 12,211 293,915	•		-		-		-		-
<u> </u>			40.070		-		40.044		-
I otal Net Assets \$\\\\\$ \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\		_		_		_		_	
	lotal Net Assets	\$	10,970	\$	652,304	\$	1,859,207	\$	479,740

The accompanying notes are an integral part of the financial statements.

STATEMENT OF NET ASSETS COMPONENT UNITS

SEPTEMBER 30, 2007 (In Thousands)

STATE UNIVERSITIES

	CENTRAL		WESTERN					
		CHIGAN IVERSITY		ICHIGAN IVERSITY	NO	ON-MAJOR		TOTALS
ASSETS								
Current Assets:								
Cash	\$	27,731	\$	20,916	\$	267,931	\$	683,733
Equity in common cash (Note 5)		-		-		-		119,076
Amounts due from primary government		42,894		8,156		90,058		149,743
Amounts due from federal government		692		2,371		13,484		37,092
Amounts due from local units		-		68		174		929,432
Inventories		5,158		5,813		9,905		21,535
Investments (Note 8)		-		25,225		111,479		1,378,476
Other current assets		17,924		20,547		56,358		525,240
Total Current Assets		94,399		83,096		549,389		3,844,328
Restricted Assets:								
Cash and cash equivalents		6,791		-		8,831		22,307
Investments		48,288		198,781		174,335		423,865
Mortgages and loans receivable		8,373		=		40,213		48,585
Amounts due from local units		-		-		-		3,062,873
Mortgages and loans receivable		-		8,958		23,474		4,024,991
Investments (Note 8)		173,586		71,869		340,235		2,957,515
Capital Assets:								
Land and other non-depreciable assets		10,875		14,360		75,834		114,496
Buildings, equipment, and other depreciable assets		580,276		964,209		2,948,631		4,554,205
Less accumulated depreciation Infrastructure		(251,664)		(346,753)		(1,107,166)		(1,737,645)
Construction in progress		30,467		34,018		82,745		102,722 147,231
Total capital assets Other noncurrent assets		369,954		665,835		2,000,044 32,680		3,181,008 357,570
	Φ.	704.004	•	16,007	•		_	
Total Assets	\$	701,391	\$	1,044,545	\$	3,169,202	\$	17,923,043
LIABILITIES								
Current Liabilities:								
Warrants outstanding	\$	-	\$	-	\$	-	\$	208
Accounts payable and other liabilities		55,292		47,323		162,162		344,975
Amounts due to primary government		386		35		1,686		4,538
Amounts due to federal government		-		-		-		397
Bonds and notes payable (Note 13)		6,315		8,095		28,274		1,031,913
Interest payable		1,582		1,699		3,072		101,482
Deferred revenue		10,786		6,736		47,249		75,146
Current portion of other long-term obligations				661		10,967		130,912
Total Current Liabilities		74,361		64,549		253,410		1,689,570
Deferred revenue		-		-		5,082		5,082
Bonds and notes payable (Note 13)		171,617		272,080		746,952		8,476,545
Noncurrent portion of other long-term obligations		15,859		22,186		39,532		1,500,113
Total Liabilities	\$	261,837	\$	358,814	\$	1,044,975	\$	11,671,310
NET 400ETO								
NET ASSETS	•	405.004	•	070 400	•	4 050 505	•	4 000 700
Invested in capital assets, net of related debt	\$	195,824	\$	370,488	\$	1,252,525	\$	1,962,702
Restricted For:		E7 050		44 440		150 005		000.000
Education		57,952		11,446		159,235		228,633
Construction and debt service		3,978		6,610		28,517 19,968		323,445 1,933,227
Other purposes Funds Held as Permanent Investments:		-		42,031		19,900		1,933,221
Funds Held as Permanent Investments: Expendable		_		_		66,654		66,654
Nonexpendable		_		57,251		193,624		250,875
Unrestricted		181,800		197,905		403,702		1,486,196
Total Net Assets	\$	439,554	\$	685,730	\$	2,124,226	\$	6,251,732
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The accompanying notes are an integral part of the financial statements.